

HOUSE BILL 44
By Baird

AN ACT to amend Tennessee Code Annotated, Title 67, Chapter 6, relative to distribution of sales and use tax receipts.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Section 67-6-103, is amended by adding the following new subsection thereto:

(h) Notwithstanding the allocations provided for in subsection (a), there shall be apportioned and distributed to any county in which there is located property owned by the Tennessee Valley Authority over which an easement has been given to the state of Tennessee and the state has then leased or otherwise conveyed its rights to such county for development the amount of sales tax derived from any sales on such property. Any such county complying with the restrictions described in the preceding sentence is authorized to pledge such sales taxes to indebtedness incurred by such county to the same extent that the county may pledge any revenues of the county.

SECTION 2. This act shall become operative only if the estimated cost of software changes necessary to implement the provisions of this act are paid to the department of revenue by Campbell County. Such payment shall be made prior to any expenditure of funds by the state. The department shall return any unused portion of the estimated cost to Campbell County within thirty (30) days of completion of the software changes necessary to implement the provisions of this act. If the actual cost exceeds the estimated cost, an amount equal to the difference in such costs shall be remitted to the department by Campbell County within thirty (30) days of receiving an itemized invoice of the actual cost from the department.

SECTION 3. This act shall take effect July 1, 2005, the public welfare requiring it.